

# House File 218 - Introduced

HOUSE FILE \_\_\_\_\_  
BY FREVERT, BUKTA, KRESSIG,  
BELL, SHOMSHOR, HEDDENS,  
DAVITT, and GAYMAN

Passed House, Date \_\_\_\_\_ Passed Senate, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

## A BILL FOR

1 An Act allowing an individual income tax deduction for dentists  
2 who receive state medical assistance reimbursement which is  
3 less than their normal fee and including a retroactive  
4 applicability date provision.  
5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:  
6 TLSB 1994HH 82  
7 mg/es/88

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1 1 Section 1. Section 422.7, Code 2007, is amended by adding  
1 2 the following new subsection:  
1 3 NEW SUBSECTION. 50. If the taxpayer is a provider of  
1 4 dental services under the medical assistance program and the  
1 5 rate of reimbursement for such dental services is less than  
1 6 the taxpayer normally charges for such dental services,  
1 7 subtract fifty percent of the difference between the amount  
1 8 normally charged and the reimbursement rate for each dental  
1 9 service provided which is reimbursed under the medical  
1 10 assistance program.  
1 11 Sec. 2. RETROACTIVE APPLICABILITY DATE. This Act applies  
1 12 retroactively to January 1, 2007, for tax years beginning on  
1 13 or after that date.

1 14 EXPLANATION  
1 15 This bill provides a deduction in computing individual  
1 16 income tax to a taxpayer that provides dental services  
1 17 reimbursed under the state medical assistance (Medicaid)  
1 18 program. The amount of the deduction equals 50 percent of the  
1 19 difference between the reimbursement rate and the normal fee  
1 20 charged by the taxpayer for the dental service.  
1 21 The bill applies retroactively to January 1, 2007, for tax  
1 22 years beginning on or after that date.  
1 23 LSB 1994HH 82  
1 24 mg:rj/es/88